

PROJECT REVIEW

The Downtown Danville Partnership **Business Expansion and Attraction Fund (BEAF)** provides project support to businesses that meet specific criteria aligned with the mission of the Partnership.

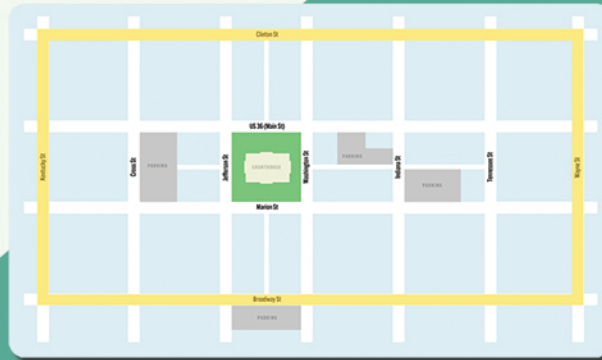
The boundaries for the eligible loan area encompass the heart of Downtown Danville.

Each loan application must be reviewed and approved by the Partnership's BEAF committee. Once applications have been reviewed, they will be forwarded with a recommendation to the Partnership's Board of Directors. Applicants may be asked to present their request to the board.

PROJECT AREA

All businesses located within the boundary and on the interior side of the following streets are eligible for BEAF grants or loans:

- North** - Clinton Street
- West** - Kentucky Street
- South** - Broadway Street
- East** - Wayne Street



BUSINESS EXPANSION & ATTRACTION FUND

Building successful small businesses in downtown Danville, Indiana

Applications must be officially approved by the Loan Committee before project work starts in order to be eligible for funding.

APPLY ONLINE

www.DiscoverDowntownDanville.org

MORE INFORMATION

317.779.5161

info@discoverdowntowndanville.org





ELIGIBLE PROJECTS

Including but not limited to:

- Financing permanent working capital or fixed asset purchases
- Leasehold improvements or expansions *
- Building improvements and enhancements *
- Window/outdoor seating construction or remodeling

** Landlord/property owner participation required*

INELIGIBLE PROJECTS

Including but not limited to:

- Financing inventory
- Projects already underway or started
- Bank refinancing of debt
- Residential construction or passive real estate
- Compensate for a business weakness
- Acquiring land
- Paying off credit card debt or any taxes

LOAN DETAILS

- Interest rate: Prime +1 shall be adjusted annually
- Personal guaranty required
- Loan Duration and Amortization:
 - Loans over \$10,000: Not to exceed 7 years
 - Loans from \$5,000 - \$9,999: Not to exceed 3 years
 - Loans below \$5,000: Not to exceed 3 years with a minimum monthly payment required of not less than \$50
- No Pre-payment Penalty
- UCC-1 security interest required on all personal property/business assets
- Upon receipt of Commitment Letter, borrower will be required to provide a formal acceptance letter
- Additional collateral may be required

LOAN CLOSING

Loan Documentation - When a loan is approved by the Loan Review Committee, the Partnership will prepare a commitment letter confirming the details of the loan and describing the documents the borrower will need to provide to close the loan.

Closing - The Partnership will produce documents for closing, including a promissory note, resolutions and all collateral documents. The borrower will need to provide proof of collateral, if required, and other necessary documents for closing.

Funding Form - The Partnership will give the borrower the loan amount by check.

LOAN ADMINISTRATION

- The Partnership will invoice the borrower on a monthly basis.
- The borrower will make equal monthly payments to the Partnership for principal and interest.
- Monthly loan payments are due on the due date specified for each month. A grace period beyond the due date stated on the promissory note will be given to each borrower and payments received during the grace period will not accrue a late fee.
- The Partnership will conduct a site visit shortly after the check is issued to verify that the loan proceeds were used as stipulated in the loan application.
- If necessary, the Partnership may ask the borrower to submit quarterly financial statements until the borrower is able to meet the monthly loan payments. Reasonable efforts will be made to work with the borrower to avoid going into default.